- 108-1-1. Eligibility. (a) General definitions.
- (1) "Active participant" means any person enrolled in the health care benefits program who falls within one of the classes specified in subsection (b).
 - (2) "Child" means any of the following:
 - (A) A natural son or daughter of a primary participant;
- (B) a lawfully adopted son or daughter of a primary participant. The term "lawfully adopted" shall include those instances in which a primary participant has filed the petition for adoption with the court, has a placement agreement for adoption, or has been granted legal custody;
- (C) a stepchild of a primary participant. However, if the natural or adoptive parent of the stepchild is divorced from the primary participant, the stepchild shall no longer qualify;
 - (D) a child of whom the primary participant has legal custody; or
 - (E) a grandchild, if at least one of the following conditions is met:
- (i) The primary participant has legal custody of the grandchild or has lawfully adopted the grandchild;
- (ii) the grandchild lives in the home of the primary participant and is the child of a covered eligible dependent child, and the primary participant provides more than 50 percent of the support for the grandchild; or
- (iii) the grandchild is the child of a covered eligible dependent child and is considered to reside with the primary participant even when the grandchild or eligible dependent child is temporarily absent due to special circumstances including education of the covered eligible

.ATTORNEY GENERAL

OCT 1 3 2010 APPROVED DEPT. OF ADMINISTRATION

OCT 1 1 2010

dependent child, and the primary participant provides more than 50 percent of the support for the grandchild.

- (3) "COBRA" means the consolidated omnibus budget reconciliation act, public law 99-272, as amended.
 - (4) "Commission" means the Kansas state employees health care commission.
- (5) "Direct bill participant" means any person enrolled in the health care benefits program pursuant to subsections (d), (e), and (h).
- (6) "Eligible dependent child" means any dependent child who meets one of the following criteria:
 - (A) The child is under 26 years of age.
- (B) The child is aged 26 or older, has a permanent and total disability, and has continuously maintained group coverage as an eligible dependent child of the primary participant before attaining the age of 26. The child shall be chiefly dependent on the primary participant for support.
- (2) (7) "Health care benefits program" means the state of Kansas health care benefits program established by the commission.
- (3) (8) "Permanent and total disability" means that an individual is unable to engage in any substantial gainful activity by reason of any medically determinable physical or mental impairment that can be expected to result in death or has lasted or can be expected to last for a continuous period of at least 12 months. An individual shall not be considered to have a permanent and total disability unless that person furnishes proof of the permanent and total

ATTORNEY GENERAL

DEFT. OF ADMINISTRATION

OCT 1 2 2010

OCT 1 3 2010

APPROVED

K.A.R. 108-1-1 p. 3

disability in the form and manner, and at the times, that the health care benefits program may

require.

(9) "Primary participant" means any person enrolled in the health care benefits program

as an active participant under subsection (b), a direct bill participant under subsection (d), or a

COBRA participant.

(b) Active participants. Subject to the provisions of subsection (c), the classes of persons

eligible to participate as active participants in the health care benefits program shall be the

following classes of persons:

(1) Any elected official of the state;

(2) any other officer or employee of a state agency who meets both of the following

conditions:

(A) Is working in one or more positions that together require at least 1,000 hours of work

per year; and

(B) is in a position that is not temporary. An employee who works under employment

customs at any regents institution requiring less than a full calendar year of service shall not be

considered temporary;

(3) any person engaged in a postgraduate residency training program in medicine at the

university of Kansas medical center or in a postgraduate residency or internship training program

in veterinary medicine at Kansas state university, but not including student employees of a state

institution of higher learning;

ATTORNEY GENERAL

DEPT. OF ADMINISTRATION

OCT 1 3 2010

APPROVED M E

APPROVED

OCT 1 1 2010

- (4) any person elected to a board position that requires less than 1,000 hours of work per year;
 - (5) any person serving with the foster grandparent program;
- (6) any person participating under a phased retirement agreement outlined in K.S.A. 76-746, and amendments thereto; and
- (7) any other class of individuals approved by the Kansas state employees health care commission, within the limitations set out in K.S.A. 75-6501 et seq., and amendments thereto.
 - (c) Waiting period.
- (1) Each person who is within a class listed in paragraph (b)(1), (b)(2), (b)(3), (b)(4), or (b)(5), or (b)(7) shall become eligible for enrollment in the health care benefits program following completion of a 30-day waiting period beginning with the first day of work for the state of Kansas. Each person shall have 31 days after becoming eligible to elect coverage.
- (2) The waiting period established in paragraph (c)(1) shall not apply if all of the following conditions are met:
- (A) The person is returning to work for the state of Kansas or is transferring from a position that was eligible for coverage under K.A.R. 108-1-3 or K.A.R. 108-1-4.
- (B) Immediately before leaving the prior position, the person was enrolled in the health care benefits program.
- (C) The break in service between the prior position and the new position does not exceed the following time periods:
 - (i) 30 or fewer calendar days; or

ATTORNEY GENERAL

OCT 1 3 2010

APPROVED M F DEPT. OF ADMINISTRATION

OCT 1 1 2010

(ii) 365 or fewer calendar days, if the person was laid off, as defined in K.S.A. 75-2948

and amendments thereto.

(3) The waiting period established in paragraph (c)(1) shall not apply to any person who,

on that person's first day of work for the state, is enrolled in the health care benefits program on

any of the following bases:

(A) As a direct bill participant;

(B) under the continuation of benefits coverage provided under public law 99-272, as

amended COBRA; or

(C) as a dependent of a participant in the health care benefits program.

(4) The waiting period established in paragraph (c)(1) may be waived if, within 30 days

of the date of hire, the agency head or designee certifies in writing to the commission, or its

designee, that the waiver is being sought for either of the following reasons:

(A) The potential new employee is not entitled to continuation of health benefits under

either public law 99-272, the consolidated omnibus budget reconciliation act (COBRA), as

amended, or state continuation of coverage laws, K.S.A. 40-2209 and K.S.A. 40-3209 and

amendments thereto, and is not covered by or eligible to be covered by another health insurance

plan.

(B) The potential new employee is required to have health insurance as a condition of

obtaining a work visa for employment in the United States.

ATTORNEY GENERAL

OCT 13 2010

APPROVED M F DEPT. OF ADMINISTRATION

OCT 1 1 2010

- (d) Classes of direct bill participants. Subject to the provisions of subsection (e), the classes of persons eligible to participate as members of the health care benefits program on a direct bill basis shall be the following:
 - (1) Any former elected state official;
- (2) any retired state officer or employee who is eligible to receive retirement benefits under K.S.A. 74-4925, and amendments thereto, or retirement benefits administered by the Kansas public employees retirement system;
- (3) any totally disabled former state officer or employee who is receiving disability benefits administered by the Kansas public employees retirement system;
- (4) any surviving spouse or dependent of a qualifying participant in the health care benefits program;
- (5) any person who is in a class listed in paragraph (b)(1), (b)(2), (b)(3), (b)(4), or (b)(5) and who is lawfully on leave without pay;
- (6) any blind person licensed to operate a vending facility as defined in K.S.A. 75-3338, and amendments thereto;
- (7) any former "state officer," as that term is defined in K.S.A. 74-4911f and amendments thereto, who elected not to be a member of the Kansas public employees retirement system as provided in K.S.A. 74-4911f and amendments thereto; and
- (8) any former state officer or employee who separated from state service when eligible to receive a retirement benefit but, in lieu of that, withdrew that individual's employee contributions from the retirement system.

ATTORNEY GENERAL

OCT 1 3 2010

APPROVED

OCT 1 1 2010

APPROVED

- (e) Conditions for direct bill participation participants. Each person who is within a class listed in paragraph (d)(1), (d)(2), (d)(3), (d)(4), (d)(5), (d)(7), or (d)(8) shall be eligible to participate on a direct bill basis only if the conditions of both paragraphs (e)(1) and (e)(2) are met:
- (1) The person was covered by the health care benefits program on one of the following bases:
- (A) The person was covered as an active participant under subsection (b), as a COBRA participant under subsection (f), or as a spouse under paragraph (g)(1) immediately before the date that person ceased to be eligible for that type of coverage or the date the individual became newly eligible for a class listed in subsection (d).
- (B) The person is the surviving spouse or eligible dependent child of a person who was enrolled as a plan an active participant or a direct bill participant under subsection (b) or (d) when the plan participant died, and the surviving spouse or eligible dependent child was enrolled in covered by the health care benefits program as a dependent pursuant to subsection (g) when the plan participant died.
- (2) The person completes an enrollment form requesting transfer to the direct bill program and submits the form to the health care benefits program. The form shall be submitted no more than 30 days after the person ceased to be eligible for coverage.
- (f) Consolidated omnibus budget reconciliation act (COBRA) participants. Any individual with rights to extend coverage under provisions of public law 99-272, as amended,

ATTORNEY GENERAL

APPROVED

DEPT. OF ADMINISTRATION

OCT 1 2 2010

COBRA may continue to participate in the health care benefits program, subject to the

provisions of that federal law.

(g) Eligible dependent participants.

(1) Any person enrolled in the health care benefits program as a primary participant may

enroll the following dependents, subject to the same conditions and limitations that apply to the

primary participant:

(A) The primary participant's lawful wife or husband; and

(B) any of the primary participant's eligible dependent children.

(2) An eligible dependent child who is enrolled by one primary participant shall not be

eligible to be enrolled by another primary participant.

(3) An individual who is eligible to enroll as a primary participant in the health care

benefits program shall not be eligible to be enrolled under this subsection as a dependent in the

health care benefits program.

(4) The term "dependent" shall exclude any individual who is not a citizen or national of

the United States, unless the individual is a resident of the United States or a country contiguous

to the United States, is a member of a primary participant's household, and resides with the

primary participant for more than six months of the calendar year. The dependent shall be

considered to reside with the primary participant even when the dependent is temporarily absent

due to special circumstances, including illness, education, business, vacation, and military

service.

ATTORNEY GENERAL

OCT 1 3 2010

APPROVED

DEPT. OF ADMINISTRATION

OCT 1 1 2010

- (h) Eligible dependent participants; definitions. For purposes of subsection (g), the following terms shall be defined as follows:
- (1) "Primary participant" means any person enrolled in the health care benefits program under subsection (b), (d), or (f).
 - (2) "Child" means any of the following:
 - (A) A natural son or daughter of a primary participant;
- (B) a lawfully adopted son or daughter of a primary participant. The term "lawfully adopted" shall include those instances in which a primary participant has filed the petition for adoption with the court, has a placement agreement for adoption, or has been granted legal eustody;
- (C) a stepchild of a primary participant. However, if the natural or adoptive parent of the stepchild is divorced from the primary participant, the stepchild shall no longer qualify;
 - (D) a child of whom the primary participant has legal custody; or
 - (E) a grandchild, if at least one of the following conditions is met:
- (i) The primary participant has legal-custody of the grandchild or has lawfully adopted the grandchild;
- (ii) the grandchild lives in the home of the primary participant and is the child of a covered eligible dependent child, and the primary participant provides more than 50% of the support for the grandchild; or
- (iii) the grandchild is the child of a covered eligible dependent child and is considered to reside with the primary participant even when the grandchild or eligible dependent child is

ATTORNEY GENERAL

DEPT. OF ADMINISTRATION

OCT 1 3 2010

OCT 1 1 2010

APPROVED M F

temporarily absent due to special circumstances including education of the covered eligible dependent child, and the primary participant provides more than 50% of the support for the grandchild.

- (3) "Eligible dependent child" means any dependent child who meets the criteria in either paragraph (h)(3)(A) or paragraph (h)(3)(B):
 - (A) The child meets all of the following criteria:
 - (i) The child is under 23 years of age.
 - (ii) The child is unmarried.
 - (iii) The child does not file a joint tax return with another taxpayer.
- (iv) The child receives more than 50% of the child's support from the primary participant, except that this criteria shall not apply with respect to any child who meets the conditions established under the special rule for divorced parents in 26 USC § 152 (e), as in effect on October 7, 2008 and hereby adopted by reference.
- (B) The child is over the age of 23, has a permanent and total disability, and has continuously maintained group coverage as an eligible dependent child of the primary participant before attaining the age of 23. The child shall be chiefly dependent on the primary participant for support.
 - (i) (h) Direct bill participants; continuous coverage provisions.
- (1) Except as otherwise provided in this subsection, each direct bill participant enrolled in the state health care benefits program on or after January 21, 2001, shall maintain continuous

ATTORNEY GENERAL

DEPT. OF ADMINISTRATION

OCT 1 3 2010

APPROVED M F

APPROVED

OCT 1 1 2010

coverage in the program or shall lose eligibility to be in the state health care benefits program as a direct bill participant under subsection (d).

ATTORNEY GENERAL

JAN 25 2011

APPROVED BY

DEPT. OF ADMINISTRATION

JAN 2 5 2011